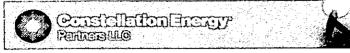
KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

Form ACO-4 Form must be typed

APPLICATION FOR COMMINGLING OF CON PRODUCTION (K.A.R. 82-3-123) OR FLUIDS (K.A.R. 82-3-123a)

Commingling ID # CO 070303

| Operator Information: | Well Information: |
|---|--|
| License #: 34027 | API#: 15 - 125-30707-0000 |
| Name: CEP Mid-Continent LLC | Lease Name: KNISLEY Well #: 7-15 |
| Address: 15 West Sixth Street, Suite 1400 | Spot: Irreg - NW - NW Sec. 7 Twp. 33 S. R. 17 7 |
| City/State/Zip: Tulsa, OK 74119-5415 | County: Montgomery |
| Contact Person: David F. Spitz, Engineering Manager | Feet from V North / South Line of Section: 860' |
| Phone #: 918-877-2912, ext. 309 | Feet from East / West Line of Section: 1160' |
| ✓ 1. Name and upper and lower limit of each product! | ian interval to be commissed. |
| Formation: Riverton | _ |
| Formation: Rowe | 040.0461 |
| Formation: Skinner Sand | 699.601 |
| Formation: Bevier | F04 F001 |
| Formation: Mulky Shale & Summit | (Perfs): 560-567' & 532-537' |
| | - NEW TOTAL TOTAL TRANSPORT |
| 2. Estimated amount of fluid production to be commingled fr | rom each interval: |
| Formation: Riverton | BOPD: 0 MCFPD: 5 BWPD: 25 |
| Formation: Rowe | BOPD: 0 MCFPD: 5 BWPD: 25 |
| Formation: Skinner Sand | |
| Formation: Bevier | BOPD: 0 MCFPD: 5 BWPD: 10 |
| Formation: Mulky Shale & Summit | BOPD: 0 MCFPD: 5 BWPD: 20 |
| 4. Signed certificate showing service of the application and a For Commingling of PRODUCTION ONLY, include the following: 5. Wireline log of subject well. | affidavit of publication as required in K.A.R. 82-3-135a. RECEIVED KANSAS CORPORATION COMMI |
| 6. Complete Form ACO-1 (Well Completion form) for the sub | SEP 1 9 2008 |
| For Commingling of FLUIDS ONLY, include the following: | CONSERVATION DIVISION |
| 5. Well construction diagram of subject well. | WICHITA, KS |
| 6. Any available water chemistry data demonstrating the cor | mpatibility of the fluids to be commingled. |
| State of Oklahoma | |
|) ss | |
| County of Tulsa) | |
| VERIFICATION: I hereby certify that to the best of my current information, knowledge and personal belief, this request for commingling is true and proper and I have no information or knowledge, which is inconsistent with | Signature: David F. Spitz |
| the information supplied in this application. | Title: Engineering Manager |
| KCC Office Use Only | |
| KCC Office Use Only Denied Approved | Title: Engineering Manager Subscribed & sworn to before me titis 17 day of Sept. , 20 0 Notary Public: Audward |
| KCC Office Use Only | Title: Engineering Manager Subscribed & sworn to before me this 19 day of Sept. , 20 0 |



Well No. Pod Knisley 7-15

l Kanmap

Date

8/18/2008

State

KS

County M

Location NW/4 Sec 7 - T33S - R17E

Surface Casing

8 5/8" @ 22'

Production Casing

4-1/2" @ 1029'

Montgomery

Completed

| Formation | Open Hole | Net Feet | Stg | Rec CH Perfs | Comments |
|-----------|-------------|----------|-----|--------------|--|
| Rowe | 940' - 942' | | 1 | | Completed May 2005 frac'd w/ 4100# 20/40 sd and 3100# 12/20 |
| Riverton | 981' - 985' | 4.0 | • | | sd sd |

Written By:

Jeff Hudson

Completed

| Formation | Open Hole | Net Feet | Stg | Rec CH Perfs | Comments |
|-----------|-------------|----------|-----|--------------|--------------------------------|
| Summit | 532' - 537' | 5.0 | | | Complete 12/2006 w/ 596 bbls |
| Mulky | 560' - 567' | 7.0 | 2 | | gel'd water 12,500# 30/50 sd & |
| Bevier | 591' - 593' | 2.0 | | | 1,500# 12/20 sd |

Set WRBP @ +/-800'

Next Stage Thru Tha

| Formation | Open Hole | Net Feet | Stg | Rec CH Perfs | Comments |
|--------------|-------------|----------|-----|----------------------------|------------------|
| | | | 2 | 688' - 691', 4spf, 120 deg | Foam frac #7,500 |
| Skinner Sand | 689' - 692' | 3.0 | ٦ | PH, 12 holes | roammac #1,000 |

Defer

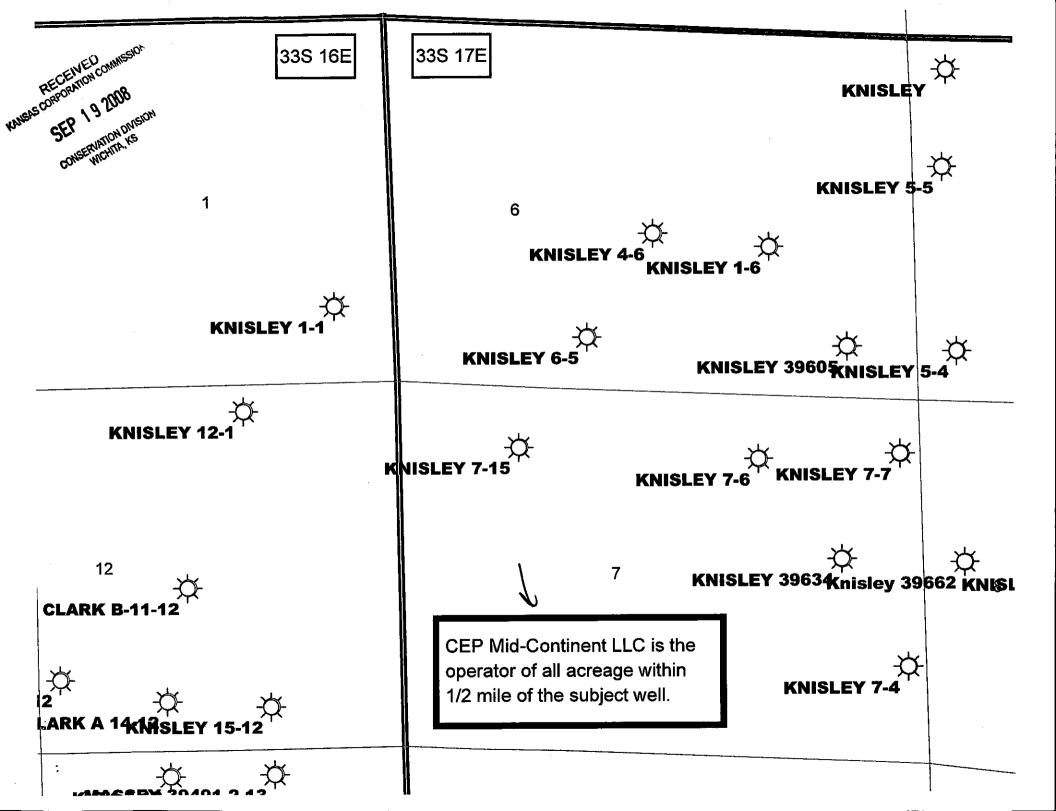
| DUICI | | | | | | |
|-----------------|-----------|----------|-----|--------------|----------|--|
| Formation | Open Hole | Net Feet | Stg | Rec CH Perfs | Comments | |
| Lexington Shale | | | | | | |

8/19/2008

Knisley7-15_Kanmap_Completion_Prog_08-18-08

RECEIVED KANSAS CORPORATION COMMISSION

SEP 19 2008



KNISLEY 7-15

KNISLEY 7-6 KNISLEY 7-7

SEP 9 108 SURFORMION OF THE STATE OF THE SEPTEMBER OF THE

KNISLEY 39634knisley

KNISLEY 7-4

AFFIDAVIT

STATE OF KANSAS

SS.

County of Sedgwick

Nicole Mandina, of lawful age, being first duly sworn, deposeth and saith: That she is Record Clerk of The Wichita Eagle, a daily newspaper published in the City of Wichita, County of Sedgwick, State of Kansas, and having a general paid circulation on a daily basis in said County, which said newspaper has been continuously and uninterruptedly published in said County for more than one year prior to the first publication of the notice hereinafter mentioned, and which said newspaper has been entered as second class mail matter at the United States Post Office in Wichita, Kansas, and which said newspaper is not a trade, religious or fraternal publication and that a notice of a true copy is hereto attached was published in the regular and entire Morning issue of said The Wichita Eagle for ___1_ issues - weeks, that the first publication of said notice was

made as aforesaid on the 12th of

September A.D. 2008, with

subsequent publications being made on the following dates:

And affiant further says that she has personal knowledge of the statements above set forth and that they are true.

pullandin

Subscribed and sworn to before me this

12th day of September, 2008

Notary Public Sedgwick County, Kansas

MICHELLE L. SHRIVER Notary Public -My Appt. Expires 🗸

Printers Fee: \$66.00

LEGAL PUBLICATION

EGAL PUBLICATION

First Published in The Wichita Eagle
September 12, 2008 (2880006)

LEGAL NOTICE

You and each of you are hereby notified that
CEP Mid-Continent, LLC has filed an
application to commence the commingling of
production from the Riverton, Rowe, Skinner
Sand, Bevier, Mulky Shale and Summit
sources of supply in the Knistey #7-15 well,
located in the NW, NW/4 of Section 7, T33S,
R17E, Montgomery County, Kansas.
Any persons who object to or protest this
application shall be required to file their
objections or protests with the Conservation
Division of the State of Kansas within fifteen
(15) days from the date of the publication
These protests shall be filed pursuant to
Commission regulations and must state
specific reasons why the grant of the
application may cause waste, violate
correlative rights or pollute the natural
resources of the state of Kansas. If no
protests are received, this application may
be granted through a summary proceeding
If valid protests are received, this matter
will be set for hearing.
All persons interested or concerned shalt
take notice of the foregoing and shall govern
themselves accordingly.

All persons interested or concerned shall take notice of the foregoing and shall govern themselves accordingly.
CEP Mid-Continent, LLC
Atthr. David F. Spitz, Engr. Mgr.
15 West Sixth Street, Suite 1400Tulsa, OK
74119-5415
(918) 877-2912

RECEIVED KANSAS CORPORATION COMMISSION

SEP 19 2008

CONSERVATION DIVISION WICHITA, KS

MONTGOMERY Chronicle

P.O. Box 186 • 202 W. Fourth • Caney, KS 67333 • (620) 879-2156 P.O. Box 156 • 115 N. Labette • Cherryvale, KS 67335 • (620) 336-2100

AFFIDAVIT OF PUBLICATION

Andrew R. Taylor of lawful age, being duly sworn, deposes and says he or she represents the publisher of:

> **Montgomery County Chronicle** P.O. Box 186 • 202 W. Fourth • Caney, KS 67333

a weekly newspaper in the City of Caney, County of Montgomery, State of Kansas, and of general circulation in said county and which has been admitted to the U.S. Mail as a second class matter in said county, and which said newspaper has been continuously and uninterruptedly published in said county during the period of one year immediately prior to the first publication of the notice hereinafter mentioned.

(Published in the Montgomery County Chronicle, Thursday, Sept. 11, 2008)

LEGAL NOTICE

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You and each of you are hereby notified that CEP Mid-Continent, LLC has filed an application to commence the commingling of production from the Riverton, Rowe, Skinner Sand, Bevier, Mulky Shale and Summit sources of supply in the Knisley #7-15 well, located in the NW. NW/4 of Section 7, T33S, R17E, Montgomery County, Kansas.

Any persons who object to or protest this application shall be required to file their objections or protests with the Conservation Division of the State of Kansas within fifteen (15) days from the date of the publication. These protests shall be filed pursuant to Commission regulations and must state specific reasons why the grant of the application may cause waste, violate correlative rights or pollute the natural resources of the state of Kansas. If no protests are received, this application may be granted through a summary proceeding. If valid protests are received, this matter will be set for hearing.

All persons interested concerned shall take notice of the foregoing and shall govern themselves accordingly.

CEP Mid-Continent, LLC Attn: David F. Spitz, Engr. Mgr. 15 West Sixth Street, Suite 1400 Tulsa, OK 74119-5415

(918) 877-2912

RECEIVED KANSAS CORPORATION COMMISSION

SEP 19 2008

CONSERVATION DIVISION WICHITA, KS



Kathleen Sebelius, Governor Thomas E. Wright, Chairman Michael C. Moffet, Commissioner Joseph F. Harkins, Commissioner

October 14, 2008

David F. Spitz CEP Mid-Continent LLC 15 West Sixth Street, Suite 1400 Tulsa, OK 74119-5415

RE:

Approved Commingling CO090803

Knisley 7-15, Sec. 7-T33S-R17E, Montgomery County

API No. 15-125-30707-00-00

Dear Mr. Spitz:

Your Application for Commingling (ACO-4) for the above described well has been reviewed and approved by the Kansas Corporation Commission (KCC) per K.A.R. 82-3-123a. Notice was examined and found to be proper per K.A.R. 82-3-135a. No protest had been filed within the 15-day protest period. This application, which was received by the KCC on September 19, 2008 concerns approval to simultaneously produce from the following sources of supply through the same tubing string in the same wellbore:

| | | Estimated Current Production | | |
|---|------|------------------------------------|------|-------------------|
| Source of Supply | BOPD | MCFPD | BWPD | Perf Depth |
| Riverton | 0 | 5 | 25 | 981-985 |
| Rowe | 0 | 5 | 25 | 940-942 |
| Skinner Sand | 0 | 20 | 20 | 688-691 |
| Bevier | 0 | 5 | 10 | 591-593 |
| Mulky Shale & Summit | 0 | 5 | 20 | 560-567 & 532-537 |
| Total Estimated Current Production | 0 | 40 | 100 | |

Based upon the depth of the **Riverton** formation perforations, total oil production shall not exceed **100 BOPD** and total gas production shall not exceed 50% of the absolute open flow (AOF).

File form ACO-1 with the Conservation Division when the recompletion (workover) of this well for commingling is complete.

Docket Number CO090803 has been assigned to this approved application. Use this number for well completion reports (ACO-1) and other correspondence that may concern this approved commingling.

Sincerely.

Rick Hestermann Production Department